CONTENTS

(Information as of noon EST, 8 February 1968)

Far East

Page THE WEEK IN PERSPECTIVE VIETNAM 3 The week-long Communist offensive against key population centers has tapered off although enemy troops are still putting up stiff resistance in several cities. Despite severe losses, the Communists have sufficient strength to mount further actions through out the country. Meanwhile, the Saigon government now appears to be performing with reasonable efficiency despite some procrastination and internal bickering. COMMUNISTS IMPROVE ROADS IN LAOS PANHANDLE 6 The Communists are responding to heavy US air attacks O_K

KOREAN CONFRONTATION CONTINUES UNRESOLVED The talks between North Korean and US representatives at Panmunjom appear to have made no progress toward resolving the Pueblo incident.

on truck traffic in the Laos panhandle with a construction program that is adding flexibility to the system and maintaining a margin of surplus capacity.

PEKING MAKES LITTLE PROGRESS TOWARD STABILIZING PROVINCES The Chinese central authorities, taking slow and uncertain steps, are making little progress toward stabilizing and institutionalizing leadership in the provinces.

 $^{\circ}$ \times

25X1

MORI/CDF

SECRET

Page i WEEKLY SUMMARY

9 Feb 68

SECRET

MILITARY SETBACKS CREATE TENSION IN LAO ARMY LEADERSHIP
Following recent military setbacks, new signs of tension have been noted within the army leadership.

25X1



Ø	THE WEEK IN PERSPECTIVE	13
<u>(r)</u>	USSR EXPANDS PREMILITARY TRAINING PROGRAM	16
	DOSAAFthe Voluntary Society for Cooperation with the Army, Air Force, and Navyis expanding its role in the premilitary training and political indoctrination of Soviet youth.	25X1
(2)	CZECH AIRCRAFT SALES FLOURISHING	17
	Prague's most successful item is the L-29 Maya military jet trainer, which has been accepted as the standard basic jet trainer in the Warsaw Pact countries and has also been purchased by at least four Free World countries.	
		25X1

SECRET

Page ii WEEKLY SUMMARY

9 Feb 68

Approved For Release 2006/10/06 : CIA-RDP79-00927A006300010005-9 \mathbf{SECRET}

3	PRAGUE'S FOREIGN POLICY MAY BECOME MORE LIBERAL Several developments during the past few weeks, in- cluding a major speech by new party First Secretary Dubcek, suggest that Prague may be more interested in improving relations with the West than official statements would imply.	18
@	NEW GOVERNMENT TAKES OVER IN DENMARK Denmark's first non-Socialist prime minister in nearly 15 years has called for belt-tightening on the home front but no change in foreign policy.	19 25x1
	Middle East - Africa	
(B)	THE WEEK IN PERSPECTIVE	21
Ø	DEVELOPMENTS IN THE TWO YEMENS The Peoples' Republic of Southern Yemen is adopting more radical domestic and foreign policies, while in Yemen the military stalemate continues.	22
0	SOVIET PREMIER KOSYGIN'S VISIT TO INDIA Talks were mainly on bilateral economic relations but also covered current international problems.	24 25X1
Œ	CABINET CHANGES IN CEYLON UNLIKELY TO SOLVE PROBLEMS Prime Minister Dudley Senanayake has made several cabinet changes in an apparent attempt to strengthen his government, but the adjustments are unlikely to ease the government's pressing economic and political problems.	25 .
	Western Hemisphere	25X1
<i>1</i> 20	THE WEEK IN PERSPECTIVE	27
\mathcal{O}		28
Ø	ARGENTINE GOVERNMENT SEEKS LABOR SUPPORT The government recently restored the legal status of two key Peronist unions, and Ongania himself has appealed to important labor leaders for active support and collaboration in social welfare and public works programs.	

SECRET

Page iii WEEKLY SUMMARY

9 Feb 68

3

Charges and countercharges by government candidate
Samudio and National Union candidate Arias are becoming more vicious, both sides are organizing strongarm bands, and the government may be planning moves to strengthen Samudio's candidacy.



25X1

MEXICO'S RULING PARTY GEARS FOR HEAVY POLITICKING
In anticipation of gubernatorial elections this year
and the presidential succession in 1970, changes are
likely in the ruling party leadership which will probably reflect an emphasis on youth and affect the
choice of a presidential candidate for 1970.



SECRET

Page iv WEEKLY SUMMARY 9 Feb 68

Approved For Release 2006/10/06: CIA-RDP79-00927A006300010005-9

0